Bulletin

## IMPORTANT TAX DECISIONS BY THE U. S. SUPREME CO

One Finding Holds That Growth in Value of Capital Asset is Taxable as Profit-Decision Involves Hundreds of Millions of Dollars in Excess Profits-Finding Was Unanimous in Sustaining Decision of the Treasury-A Second Decision Holds That Inheritance or Succession Taxes Paid to a State Are Not to be Deducted From the "Net Caldwell Estate" Under the Revenue Act.

> evidently of a legislative nurpose fine the account to such from as were

of a decedent, the court ruled.

SUPREME COURT REVERSED

banks and the case was remanded to the

Washington, May 16.-Through decl-| ried into the protect Every line shows

not center taxed under the

selected by a high government of as he meet important legal suiting federal finances to arise in several proof at least whether ore lands in the Mesahi of Minoscopia, purchased for \$190.-riur in 1806, could be refurned by on compary at a new valuation of fine in 1917, the increase being

meeted capital, is perfectly clear.

Justice Pitner in delivering the
"e decesion." \* 11 defined

serm to mean tone) actual cash public me of paymont of assets other than me of paymont of assets other than paid in, and three) hald in or surplus and undivided profits used

ed through the minimes and com-experiation or partnership, and com-inguish eightal atock. How con-eriginal eightal atock. How con-eriginal eightal atock. How con-tant are sure to sure the present check clearing functions of the present check clearing functions of eriginal cipital attack. How con-control this was carried out becomes the present check clearing functions of den as the section ( Sec. 287) is ex-med in detail.

The same controlling thought in ear-lints.

PETE AUGUST KNOCKED OUT

THE SILESIAN AFFAIRS business organizations, were assigned to make a further study of the questions. In a letter endorsing the movement.

Interior Shulski, proceeded to Sosnowloz, but said of the Silesian frontier, from which place they are trying to communication the interior with Korfanty to Induse him to the port of take their natural course toward a proceeding settlement. The government at home and processes over industrial that it has had no communication with Korfanty since the insurrection her take their natural course toward a problems at home and processes as a solid front in congress in her efforts to secure legislation for the benefit of that section of the country."

The second problem of importance to swell the numbers of the constitutional bloc. Returns for solid bad and that Governor Morrow of that state had the situation in Kentucky were not at all boad and that Governor Morrow of that state had the situation in Kentucky were not at all boad and that Governor Morrow of that state had the situation will be and the situation will be allowed and the situation in Kentucky were not at all boad and that Governor Morrow of that state had the situation will be allowed in hand. In constitutionalists at the expense of the constitutionalists have the said conditions were improved and required no federal forces are improved and required no federal forces. It is reported that Premier Giolittic Proposed Wage Reductions

N. Y. C. ENGINEERS REJECT

PROPOSED WAGE REDUCTIONS

In his constitutional bloc. Returns for Bonton in Kentucky were not at all conditions in Kentucky were not at all the constitutional bloc. Returns for said and that Governor Morrow of that state had the situation will be allowed in hand. In constitutionalists at the expense of the constitutionalists at the expense of the constitutionalists at the state had the situation will be allowed in hand. In constitutionalists at the expense of the constitutionalists at the said conditions were improved and required no federal forces.

The matural course trying to confidence in the constitutional bloc. Returns for said and that Governor Morrow of that the situation of the constitutional

Mr Lloyd George's speech is bitterly tion of the country."

risicised by the Warsaw press which prespect it as a virtual invitation to FORMER GOV. SIMEON E.

New Haven, May 16.—Simeon E. Bald. parliament. Fortune may knick ince at every man's win, former governor of Connecticut, is door, but minfortune crawis in at the seriously ill at his home here. It was learned tonight.

### CABLED PARAGRAPHS

May Delay Treaty Ratification. Constantinople, May 16 .- Ratification of in treaties negotiated between the Tutish nationalist government and Italy and France may b edelayed as a result of the resignation of Bekir Samy Bey, minster of foreign affairs in the Turkish na-tionalist cabinet, it is believed here.

American Wemen Escape Drowning. London, May 15.—Four American womple had narrow escapes from drowning the Bosphorus yesterday, says the matantineple correspondent of the Dally Mail. They were in a rowboat in mid-itream when the boat sprang aleak and quickly sank. A Miss Cushman sank. t upon rising managed to seize her dog the collar and the ahimal dragged her committee today at a hearing on the Volstead bill to make prohibition enforcement ashore, and when she was safe a latter found she was clutching as latter for the was latt wam ashore, and when are was clutching a Representatives of manufacturers of ank note with which to pay the boatman, who later received the money. The perfumes, in protesting against added perfumes, in protesting against added orth member of the party was a Miss

#### PPOSITION TO THE \$500,000,000

oday to make headway against the tide so far as they were concerned he paid for in stock or shares specifically issued for it, and to their values at time of such payment."

Hundreds of millions of dollars in taxes bung upon the decision, there being but few partnerships or corporations did not have on their books.

And proposal for a disammance contribution of and reduction in appropriations.

Lengthy addresses by Senators Pomerene, democrat. Onto, and LaFoliette, republican, Wisconsin, prevented any ing but few partnerships or corporations which did not have on their books
an item showing material sums resulting
from appreciated value of capital assets. expected, however, that amendments would probably be begun

The inheritance tax case was brought to the superme court by executors of the superme court by executors of the superme court by executors of the sum of the late J. Harsen Puray of New York, no less than five states had collected taxes on the turnover of portions of the estate within their jurisdiction, and the executors claimed that all these sums should be deducted before federal taxes on not estate could be legally computed. Refusal of fax collectors to agree to this contention was upheld in turn by the treasury department and the federal courts, and today by the superme court.

The "put estate" contemplated in the ment finally caused Senator Poindexter.

The 'met court.

The online said, was the entire republican. Washington, in charge of the bill, to state that no information had been submitted to show any extravagrae expenses and delige, had been met, imposition of the federal tax did not interpret with the right of the state to control the property within its borders.

The demands for reduction of armament finally caused Senator Poindexter, and the caused Senator Poindexter, and the control had been submitted to show any extravagrae prohibition law," replied Mr. Hill, "was that my great uncle helped to frame it arms to control the property within its borders.

The demands for reduction of armament finally caused Senator Poindexter, in charge of the law in caused Senator Poindexter, and the control had been submitted to show any extravagrae prohibition law," replied Mr. Hill, "was that my great uncle helped to frame it arms to describe the delight of the federal tax did not interpret with the right of the state to control the proposed naval purchases.

Senator Poindexter, and the entire republican. Washington, in charge of the bill, to state that no information had been submitted to show any extravagrae and the prohibition in his state, told how it worked "All I have to say about the Maine prohibition law," replied Mr. Hill, "was that my great uncle helped to frame it are prohibition in his state, told how it worked "All I have to say about the Maine prohibition law," replied Mr. Hill, "was that my great uncle helped to frame it are prohibition in his state, told how it worked "All I have to say about the Maine prohibition law," replied Mr. Hill, "was that my great uncle helped to frame it are prohibition in his state, told how it worked "All I have to say about the Maine prohibition in his state, told how it worked "All I have to say about the Maine prohibition in his state, told how it worked "All I have to say about the Maine prohibition in his state, told how it worked "All I have to say about the Maine prohibition in his state, told how it worked "All I systeria and voted for large appropria-

Senator Borah Interlected that mili-DECREES OF GEORGIA COURTS jects like soldier relief, western reclama-

ion and other developments.

lower courts for further proceedings. As the insue before the supreme court was Senator LaPollette declared, were active in all great nations fostering propaganda in behalf of greater armaments. Referdecision today was not a final determina-tion and the case will go back to the district court of northern district of program, ring to recent reports of Japan's navy program. Senator LaFollette said that since he entered public life in 1885, each Georgia where the next step is expected to be on (rial upon its merita. Governor Harding of the federal reserve time the naval appropriation bill was be-fore congress he had "found newspapers filled with this sort of stuff just at the moment when it would be the most effec

#### SCRETARY RUGHES ANSWERS INQUIRY FROM THE SENATE

Washington, May 15 .- It is the policy of the American government in every part of the world "to inquire and make part of the world to inquire services and the performance of American citi-

Rome. May 16.—The general elections FEDERAL TROOPS NOT throughout Italy were marked by a com-

a big majority. GOV. SIMEON E.

Signor Giolitti is already preparing a governmental statement, which will include a legislative programme that he is confident he can carry out in the new york Central Railroad company to reduce wages were rejected by representatives of the road's engineers and clude a legislative programme that he is confident he can carry out in the new york Central Railroad company to reduce wages were rejected by representatives of the road's engineers and clude a legislative programme that he is confident he can carry out in the new york Central Railroad company to reduce wages were rejected by representatives of the road's engineers and clude a legislative programme that he is confident he can carry out in the new york Central Railroad company to reduce wages were rejected by representatives of the road's engineers and clude a legislative programme that he is confident he can carry out in the new york Central Railroad company to reduce wages were rejected by representatives of the road's engineers and clude a legislative programme that he is confident he can carry out in the new york Central Railroad company to reduce wages were rejected by representatives of the road's engineers and clude a legislative programme that he is confident he can carry out in the new york Central Railroad company to reduce wages were rejected by representatives of the road's engineers and clude a legislative programme that he is confident he can carry out in the new york Central Railroad company to reduce wages were rejected by representatives of the road's engineers and clude a legislative programme that he is confident he can carry out in the new york Central Railroad company to reduce wages were rejected by representatives of the road's engineers and clude a legislative programme that he can carry out in the new york Central Railroad company to reduce wages were rejected by representatives of the road's engineers and clude a legislative programme that he can carry out in the new york carries and contral Railroad company to re

# Hearing on Revision

Nobody Said a Word in Favor Senate Finance Committee

Washington, May 16 .- The senat hance committee was swamped at hearings today with suggestions for revision f the federal tax laws. It heard for th taxes and elimination of alleged discrin

M. Graham of Buffalo, speaking for the by airplane ndustrial ranks, and urged removal the excess profits, luxury, excise, trans-portation and consumption taxes. H. Archibald Harris of Chicago, a certified public accountant, was the champion of the excess profits tax, and his that section of the laws. Mr. Harris a

profits tax question, suggesting a tax undistributed earnings of corporations make good losses caused by repeal of profits taxes. He proposed taxes simi to the graduated rates on personal in-comes as the proper method of dealing with undistributed earnings.

great common people."
He declared it was almost certain that repeal of the excess profits tax would be recommended by the committee and that it would go "even further," and reduce the higher rates of surfaxes so that the

#### EASING OF TENSION IN THE SILESIAN CRISIS

Having secured a vote of confidence, it

ANTOLOGY POR MATERIAL WAS REPORT TO THE PROPERTY OF A STATE OF THE PROPERTY

NEEDED IN MINGO COUNTY ion that the "railroads cannot last" if 1920 returns from operation are to coumittee had previously expressed the opin

PROPOSED WAGE REDUCTIONS ued thereafter. The allowable percentage ing such a heavy hand on her economic

the New York Central Railroad company Statistically, Mr. Willard understook to reduce wages were rejected by repression that private operation during the

### BRIEF TELEGRAMS

Turkish nationlist government at An-gora ratified the troaty with soviet Rus-sia signed March 15. All sizes of Mechelin cord and fabric

Drummond Castle famous in Scottish arfare and poetry was ruined by fire ausing a loss ow \$500000. Italian government has taken steps

prevent further accumulation in Tries of Jews desiring to emigrate to Palestin Four thousand firms are represented by sened in the huge square opposite th

According to a report in Lendon a min ing company in Belgian Congo is con-sidering the transportation of diamond-

General Gallieni former minister of war Sir Cecil Lowther coalition unionist.

votes in the by-election in the Per A bill prohibiting capital punishment

rsons under 18 years of age was by Governor Stephens of Call-Six hundred thousand French mebili

zation posters were officially stamped and are ready for distribution by the gov-Walter H. Clark of Hartford was nom-

ane field in Detroit, causing a loss of

Senator Carraway, democrat, of Ar-

Commander V. S. Harkson, U. S. N., the last member of the American expe-meditionary forces in London sailed for New York aboard the Aquitania.

ard was further depleted yesterday hen 00 men, most of them employes

rector Daniel F. O'Connell in Boston,

lic's belief that retail prices ar

A reduction in the wages of union outers in greater Boston became ef-ctive with the consent of the unions e cignt hour day. John B. King, of Washington, D. C., 8

the Peruvian wireless telegraph and an DEATHS FROM POLENCE IN

Hunter Liggett, now retired, the rank of Beutenant general on the retired list. He held the rank while in active service Proclamation by President Harding al-Preclamation by France in the party lows allens on vessels touching American ports while en route to foreign ports to land temperarily without vised passports. Pasengers are required, however, the party had been spending Sunday afternoon playing Ionila at the residence of Magistrate Bagot of Ballyturn and ware returning to their homes

reduced a bill to give Major General

#### OBITUARY Benjamin C. Weeding.

pacity to pay."

AND THE RESIDENCE OF THE PARTY OF THE PARTY

# NEW SCHEME TO GRANT

Yet Would be Subject to a Levy For Imperial Defense-Some of the Southern Irish Leaders Describe the Scheme

as "Preposterous." School Londonderry's family in Mount Stewart, County Down, has suggested a scheme by which Ireland would be mades ter-in-law of Lady Augusta Gregory, an a member of Windsor family, probably the Prince of Wales, to be appointed by MANUFACTURERS REGARD

e King of England. Under the scheme there would be two mail parliaments, one to be located in leffast and the other in Dublin, and, in this be given freland, but there would

he a levy imposed for imperial defense, in proportion to the sum contributed by England for that purpose, ireland, under the plan, would be allowed to have an army, but no navy, and in the event of war the king of England could suspend the trab. could suspend the Irish constitu ion, frishmen in the colonies would have he right to choose whether they should be subjects of the Irish or English ng. If favorably received by the

ted to a constituent assembly. out." Lord Hugh Cecil, in discussing his scheme, said he still favored union, but as that no longer was practical polimust go as far in the direction they wanted as possible. Whatever plan was proposed, he declared, must be one framed and approved by the Irish, but also acceptable to the British. Lord then outlined his plan, adding; this in no spirit of optimism."

The significance of Lord Hugh'h pre reatest member of which was Lord Car Grattan's Irish parliament and the

#### ATTACKS ON POLICE AND MILITARY IN IRELAND

Dublin, May 16,-Attacks on the poli-

A constable was killed and a sergean of an unknown was found near the Killiney golf links in Dublin county will five bullet wounds on the head. A born John B. King, of Washington, D. C., & five bullet wounds on the head. A nome student at Massachusetts Institute of was thrown at a military lorry in crowded by a supposed birgiar whom he found in his the shooting which followed four civilians were wounded.

The immigrant and not immigration to the immigrant and not immigration. The immigrant and not immigration was thrown at a military lorry in crowded by a supposed birgiar whom he found in his the shooting which followed four civilians were wounded.

### MIDNIGHT ATTACK MADE

tack was made on the Cork prison a midnight last night. It took the form of attempts to sulpe the guard, the of Sir Auckland Geddes, addressing stated of the University of Texas, declared "the only way to have permanent dipeace is to have understanding and co-set up versy lights, which brought a strong artillery force from the barracks. and the attacking party was dispersed, state police headquarters here. It This was the third attack on the jail first disorder reported during the

## IRELAND DURING WEEK-END

Press)—Reports of ambuseades and other intacks on the military, police and civilians during Saturday and Sunday how that there were 21 deaths from Vi-lences, this being the highest number scorded for such a period.

Midiary reports say that three pris-ners attempted to escape from an escort Carantachill, County Kerry Sunday. Two of them were shot and killed and he other was founded. The escort was fired at from a house, which they bomb-ed. The occupants of the house while cunning away were fired at and the AUTHORITIES OF MINGO

ouses were alleged to be active sup orters of the republicans, the military lestroyed several residences in the tip perary and Cashel districts. One h was permitted for the removal of food-stuffs from the buildings. The occupants

or the houses were not reported to take out the furniture.

Since the attempted release of Arthur Griffith from Mount Joy prison no visitors are permitted there. Mrs. MacNell

#### FOUR PERSONS KILLED IN AMBUSH IN COUNTY GALWAY

House and were returning to their hom Armed masked men, said to have num-bered about forty, then surrounded the car and ordered the women to leave. Mrs. Blake refused to do so, saying the she would die by the side of her hus band. Mrs. Gregory was led away.

# INDEPENDENCE TO IRELAND

Project of Lord Hugh Cecil, Member of the Privy Council or England-Ireland Would Have King Appointed by the King of England-Would be Allowed to Have an Army, But No Navy-Would Have Complete Fiscal Autonomy,

Selfast, May 16.—(By The A. P.) police reinforcements sent to the scene, ord High ('ecli, member of the privy were fired upon and one constable was ouncil or England, who is the guest of seriously wounded.

Ord Londonderry's family in Mount Lieutenant McCreery was only pine-

## LABOR LEADERS AS MENACE

and business interests of the country are urged to take the offensive and resist health and safety, presented today at the annual convention of the National As-sociation of Manufacturers.

mate and govern the state in its own

The report charges that union labor spent \$1277.204 during the year ending. April 20, 1820, for administration, poli-

movement be stimulated by the exten-sion of plans for industrial representa-

and labor adding that they all are pyra-

with gration for the port of New York, who bomb outlined the immigration situaton.

The immigrant and not immigration

tries, and a means of sending the newcomers to sections away from the tens ON THE CORK PRISON ment districts to sections where population is most needed.

#### ABATEMENT OF DISORDER IN W. VA. COAL FIELDS:

Williamson, W. Va., May 14.-Firing house at Rawl, W. Va., broke out early tonight, according to reports received at state police headquarters here. It was the in Kentucky-West Virginia border trou-

Shortly before the report was received aptain J. R. Brockus of the state police ad sent a message to Governor Morgan at Charleston saying that all was quiet but that the situation was distinctly threatening all along the inc."

An Associated Press correspondent had traversed the trouble zone from Rawl to Spring with Captain Brockus and a de-

achment of state police an hour earlier ithout ling a shot. Evidences of the pattle of the last few days, however, were plentiful at Rawl, Merrimac and Sprigg. Houses and stores in these towns were riddled with bullets and windows, mirrors and showcases were shuttered.

### COUNTY FEAR THURSDAY Charleston, W. Va., May 18 .- Declaring

he situation in Mingo county is a "smuldering voicano, with an eruption all the more imminent" because of expected demonstrations next Thursday, the first anniversary of the battle of Matewan, Mingo county authorities tonight again asked Governor Morgan for federal

The appeal, which is in the form of a telegram, and signed by Judge R. D. Dailey of the Mingo circuit court, Sheriff A. C. Pinson and S. D. Stokes, prosecuttoday was refused permission to see he balley of the Mingo circuit court. Sheriff husband. Profesir John MacNell, president of the Sinn Fein volunteers, who is attorney, was given out from the of-

#### GENERAL EDWARDS TO HAVE HEADQUARTERS IN BOSTON

persons, one o fthem a woman, were kill-ed in County Galway last night by men lying in ambush at Ballyturn, a short wards to the command of the First (Special to The Bulletin.) distance from Gori.

Those killed were District Inspector Blake and Mrs. Blake: Captain Cornwallis, son of Colonel Fiennes Staniey Cornwallis, in whose automobile the party was riding, and Licutemant Mc-Croery. The officers were attached to the Seventeenth Lancers. A Mrs. Greeners, the only other person in the car, was not injured.

## PONZI WILL BE TRIED FOR

Boston, May 16.—Charles Ponzi, now a federal prisoner at the Plymouth coun-Thomas W. Lamont, of J. P. Morgan & form and were returning to their homes at federal prisoner at the Piymouth counties, now in Paris, says the reparations are ement offers the best solution of the walls got out to open the gate. Says a courte on May 24, Judge Federacion but the allies must "decide to the latter must "decide to the make Germany pay without laying indictments.

#### WADE MUST PAY DEATH PENALTY FOR MURDER

Hartford, May 16 .- The state board of clude a legislative programme that he is cenfident he can carry out in the new parliament.

Benjamin C. Weeding.

Spain is said to have nearly a quarter of a million beggars.

Benjamin C. Weeding.

Spain is said to have nearly a quarter of a million beggars.

Benjamin C. Weeding.

Shortly afterwards the four bodies in titles of freight. He had not touched the subject of wage costs when the session in member of the Seventh Connecticut by the expeditions movement of record-breaking quantities of freight. He had not touched the subject of wage costs when the session in member of the Seventh Connecticut by the expedition in the next parliament.

Spain is said to have nearly a quarter of a manufacture of the seventh Connecticut by the expedition to the firm of the seventh Connecticut by the expedition of the seventh Connecticut by the expedit and the seventh Connecticu

## **II Deer Has Friends** They're Mighty Timid

NORWICH, CONN., TUESDAY, MAY 17, 1921

of "Suds" at Hearing on the Volstead Act.

Washington, May 16, The extremes which some men go to satisfy th

Washington, May 16.—The \$500,000.00 naval appropriation bill was unable ent medicine men told Mr. olstead that

disposition of the amended in the house in order to give them a chance to live. charman that his enforcement act had to

Representative Hill, republican, Marysquarely in the Mands of the attorney general. While the present Volstead law was being shot it was not near so drastic as Illinon and Mane prohibition statutes. Representative Hersey, republican, Maine, referring

SHOWS TOTAL OF \$26,345,392 Hartford, Conn., May 16.-The gen In his criticism.

LaFoliette said that "great financial interests desired a powerful navy to protect their interests. He introduced an
amendment providing that none of the
American war craft should be used to
"coerce or compel collection" of any private claim, grant or concession.

Munitions and armor plate interests

Munitions and arm

bill over that of two years ago are Department of state agencies Motor vehicle department

Norwich Hospital For the In-

of a million beggars.

# of Federal Tax Laws

Hears Vigorous Defense of Excess Profits Tax.

natory provisions against business. C. C. Hanch of Indianapolis and George

Frank E. Seidman of Grand Rapids, ich., took still another tack on the

The subject of high taxes also got on shift the tax burden from the rich to the \$100000

yet to be acted upon.

Some of the increases in the budget unnecticut agricultural college 190,000 French press had attribbted to the diple

thought that Premier Briand may en-er the conference better equipped for a

Warraw, May 16.—(By The A. P.) Extraordinary measures have been taken for the Polish government in an endeavor price at the meeting. Secretary of War John W. Weeks said:

"New England has contributed most taken a turn for the worse ewing to Mr. Long George's recent speech, accusing the movement which have taken a turn for the worse ewing to Mr. Long George's recent speech, accusing the movement which have taken a turn for the worse ewing to Mr. Long George's recent speech, accusing the movement which have taken a turn for the worse ewing to Mr. Long George's recent speech, accusing the movement which have taken a turn for the worse ewing to Mr. Long George's recent speech, accusing the movement which have taken a turn for the worse ewing to Mr. Willard took the first withness hearing the uprising.

All efforts to communicate with Adelibert Knottanty leader of the Polish in her place in the commerce of the railroad situation. If she world remarking upon the unitary and the world she must safe at the place in the commerce of the country and the world she must safe at the first which have taken a turn for the worse ewing to Mr. Willard took the stand. The latter was temporarily excused while in the railroad situation. If she world remarking upon the unitary is a least of the Silesian frontier, from the first which have taken a turn for the worse ewing to Mr. Willard took the stand. The latter was temporarily excused while in the railroad situation. If she world remarking upon the unitary is a least and the Catholics 20. Proportion at the Catholics 20. Proportion at the committee in the propose of observation.

Major Thompson reported to Major

Buffalo, N. Y., May 16.—Proposals of cent., he explained, he New York Central Railroad company Statistically, Mr. Willard understook t